



# Washington State Auditor's Office

Government that works for citizens

## Accountability Audit Report

# Freight Mobility Strategic Investment Board

For the period July 1, 2011 through June 30, 2015

Published April 28, 2016

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## Washington State Auditor's Office

April 28, 2016

Mr. Ashley Probart, Executive Director  
Freight Mobility Strategic Investment Board  
Olympia, Washington

### Report on Accountability

Thank you for the opportunity to work with you to promote accountability, integrity and openness in government. The State Auditor's Office takes seriously our role of providing state and local governments with assurance and accountability as the independent auditor of public accounts. In this way, we strive to help government work better, cost less, deliver higher value and earn greater public trust.

Independent audits provide essential accountability and transparency for Board operations. This information is valuable to management, the governing body and public stakeholders when assessing the government's stewardship of public resources.

The attached comprises our report on the Board's compliance and safeguarding of public resources. Our independent audit report describes the overall results and conclusions for areas we examined. We appreciate the opportunity to work with your staff and we value your cooperation during the audit.

Sincerely,

A handwritten signature in blue ink, reading "Jan M. Jutte".

JAN M. JUTTE, CPA, CGFM  
DEPUTY STATE AUDITOR  
OLYMPIA, WA

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## AUDIT SUMMARY

### Results in brief

In the areas we audited, Board operations complied with applicable requirements and provided adequate safeguarding of public resources. The Board also complied with state laws and regulations and its own policies and procedures in the areas we examined.

### About the audit

This report contains the results of our independent accountability audit of the Freight Mobility Strategic Investment Board from July 1, 2011 through June 30, 2015.

Management is responsible for ensuring compliance and adequate safeguarding of public resources from fraud, loss or abuse. This includes the design, implementation and maintenance of internal controls relevant to these objectives.

Our audit involved performing procedures to obtain evidence about the Board's uses of public resources, compliance with state laws and regulations and its own policies and procedures, and internal controls over such matters.

In keeping with general auditing practices, we do not examine every transaction, activity or area. Instead, the areas examined were those representing the highest risk of fraud, loss, abuse, or noncompliance. The following areas were examined during this audit period:

- Project financial management
- General disbursements
- Travel expenditures
- Purchase cards

## RELATED REPORTS

### **Financial**

We perform an annual audit of the statewide basic financial statements, as required by state law (RCW 43.09.310). Our opinion on these financial statements is included in the Comprehensive Annual Financial Report (CAFR) prepared by and available from the Office of Financial Management.

The CAFR reflects the financial activities of all funds, organizations, institutions, agencies, departments and offices that are part of the state's reporting entity. That report is issued by the Office of Financial Management in December of each year and can be found at [www.ofm.wa.gov](http://www.ofm.wa.gov).

A summary of the audit for the period ending June 30, 2015, can be found at: <http://www.sao.wa.gov/resources/Pages/AnnualReports.aspx>

### **Federal programs**

In accordance with the Single Audit Act, we annually audit major federal programs administered by the state of Washington. Rather than perform a single audit of each agency, we audit the state as a whole. The results of that audit are published in a report issued by the Office of Financial Management in March of each year.

## INFORMATION ABOUT THE BOARD

The Freight Mobility Strategic Investment Board was created by the Legislature in 1998 to oversee and improve freight movement along Washington's strategic corridors. Beginning with the 2013 – 2015 biennium, the Freight Movement Strategic Investment Board manages a capital fund which is also appropriated. The capital fund appropriation comes from the following sources: Freight Mobility Investment Account, the Freight Mobility Multimodal Account, the Motor Vehicle Fund, the Motor Vehicle Fund and the Highway Safety Account.

The Board is made up of 12 Members who are appointed by the Governor and represent both public and private sector stakeholders. The Board administers the freight mobility strategic investment program. Its focus is to provide infrastructure grants to keep Washington's freight moving along Washington's network of strategic highways and rail freight corridors. Board Members serve four-year terms.

The Board's annual operating budget is approximately \$350,000. Budget funding for operating cost is solely from the Motor Vehicle Account. The Board has two full-time employee positions, an Executive Director and a Confidential Secretary. The Washington State Department of Transportation provides contracting, project inspection and accounting services for all revenues and disbursements.

| Contact information related to this report |  |
|--|--|
| Address:                                   | Freight Mobility Strategic Investment Board<br>505 Union Avenue S.E., Suite 350<br>Olympia, WA 98504-40965 |
| Contact:                                   | Gena Saelid, Confidential Secretary  |
| Telephone:                                 | (360) 586-9695   |
| Website:                                   | <a href="http://www.fmsib.wa.gov">www.fmsib.wa.gov</a>   |

*Information current as of report publish date.*

### Audit history

You can find current and past audit reports for the Freight Mobility Strategic Investment Board at <http://portal.sao.wa.gov/ReportSearch>.

## ABOUT THE STATE AUDITOR'S OFFICE

The State Auditor's Office is established in the state's Constitution and is part of the executive branch of state government. The State Auditor is elected by the citizens of Washington and serves four-year terms.

We work with our audit clients and citizens to achieve our vision of government that works for citizens, by helping governments work better, cost less, deliver higher value, and earn greater public trust.

In fulfilling our mission to hold state and local governments accountable for the use of public resources, we also hold ourselves accountable by continually improving our audit quality and operational efficiency and developing highly engaged and committed employees.

As an elected agency, the State Auditor's Office has the independence necessary to objectively perform audits and investigations. Our audits are designed to comply with professional standards as well as to satisfy the requirements of federal, state, and local laws.

Our audits look at financial information and compliance with state, federal and local laws on the part of all local governments, including schools, and all state agencies, including institutions of higher education. In addition, we conduct performance audits of state agencies and local governments as well as [fraud](#), state [whistleblower](#) and [citizen hotline](#) investigations.

The results of our work are widely distributed through a variety of reports, which are available on our [website](#) and through our free, electronic [subscription](#) service.

We take our role as partners in accountability seriously, and provide training and technical assistance to governments, and have an extensive quality assurance program.

| Contact information for the State Auditor's Office |   |
|--|---|
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| <b>Public Records requests</b>                     | <a href="mailto:PublicRecords@sao.wa.gov">PublicRecords@sao.wa.gov</a>                              |
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